COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF
PENDLETON COUNTY KENTUCKY WATER
DISTRICT

CASE NO. 93-265

ORDER

On July 27, 1993, Pendleton County Kentucky Water District ("Pendleton County") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

- 1. Pendleton County purchases water from two suppliers, the city of Falmouth ("Falmouth") and Campbell County Water District ("Campbell County").
- 2. Campbell County increased its rate for water sold from \$1.54 per 1,000 gallons to \$1.5832 per 1,000 gallons effective June 15, 1993. The other supplier, Falmouth, will not increase its rate at this time. Pendleton County proposes to increase the water rates to its customers effective August 15, 1993.
- 3. During the 12 months ending May 31, 1993, Pendleton County purchased 85,326,312 gallons of water and sold 80,906,268 gallons. These figures are representative of both suppliers.

Pendleton County purchased 55,605,312 gallons of water from Campbell County.

- 4. The increase in Pendleton County's purchased water cost is \$2,402.15, resulting in a purchased water adjustment of \$.03 per 1,000 gallons as shown in Appendix B. Based on an average of 5,000 gallons, the average bill of Pendleton County's customers would increase \$0.15 from 25.75 to 25.90, or 0.6 percent.
- 5. The purchased water adjustment of \$.03 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.
- 6. Pendleton County's proposed tariff is incorrect and should be denied.

IT IS THEREFORE ORDERED that:

- 1. Pendleton County's proposed tariffs are denied.
- 2. The purchased water adjustment of \$.03 per 1,000 gallons and the rates in Appendix A are hereby approved for services rendered on and after August 15, 1993.
- 3. Within 30 days of the date of this Order, Pendleton County shall file revised tariff sheets setting out the rates approved herein.
- 4. Within 30 days of the date of this Order, Pendleton County shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 12th day of August, 1993.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 93-265 DATED AUGUST 12, 1993.

The following rates and charges are prescribed for the customers in the area served by Pendleton County Kentucky Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Residential Customers:

First 2,000	gallons	\$10.81 Minimum Bill
Next 3,000	▼	5.03 per 1,000 gallons
Next 10,000	gallons	4.93 per 1,000 gallons
Over 15,000	gallons	4.76 per 1,000 gallons

Griffin Industries, Inc.

First	400,000	gallons	\$1,907.80 Minimum Bill
	400,000		4.76 per 1,000 gallons

Pendleton County High School

First	125,000 gallons	\$ 598.80 Minimum Bill
	125,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 93-265 DATED AUGUST 12, 1993.

Purchased Water Rate Adjustment Calculations

Water Purchased: Campbell County 55,605,312 City of Falmouth 29,721,000

Total 85,326,312

Water Sold: 80,906,268

Cost at Changed Rate:

Campbell County $55,605,312 \text{ m. gals.} \times \$1.5832 = \$88,034.33$

Less

Cost at Base Rate

Campbell County 55,605,312 m. gals. x \$1.54 = \$85,632.18

Increase \$2,402.15

\$2,402.15 + 80,906,268 m. gals. = \$.02969 or 3 cents per 1,000 gallons